

# Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

# **Final Fiscal Note**

**Drafting Number:** LLS 22-0429 **Date:** June 24, 2022 Bill Status: Signed into Law **Prime Sponsors:** Rep. Weissman Sen. Ginal Fiscal Analyst: Clare Pramuk | 303-866-2677 clare.pramuk@state.co.us **Bill Topic:** SUNRISE REVIEW PROFESSIONS OCCUPATIONS Summary of ☐ State Revenue □ TABOR Refund **Fiscal Impact:** □ Local Government □ State Transfer ☐ Statutory Public Entity The bill changes the process and timelines for sunrise reviews of unregulated professions and occupations by the Colorado Office of Policy, Research and Regulatory Reform in the Department of Regulatory Agencies. These changes both increase and decrease workload within the sunrise review process, resulting in no net change in overall workload. **Appropriation** No appropriation is required. Summary: **Fiscal Note** The fiscal note reflects the enacted bill. Status:

## **Summary of Legislation**

Under current law, proponents of the regulation of an unregulated profession or occupation submit a request to the Department of Regulatory Agencies (DORA) by December 1 to conduct a sunrise review of the profession or occupation. If DORA conducts the sunrise review, it must submit a final report to the proponents and the General Assembly by the following October 15. Under the bill, reports for requests submitted between December 31, 2021, and July 1, 2022, are due June 30, 2023. Beginning in July 1, 2022, reports for requests made between January 1 and June 30 are due by December 31 of the same year, and reports for requests made between July 1 and December 31, are due June 30 of the following year.

Under current law, DORA may decline to conduct a sunrise review if it has previously conducted a review and issued a report not more than 36 months prior to the submission of the current proposal. Under the bill, DORA may also decline to conduct a sunrise review if the proposed regulation appears to regulate fewer than 250 individuals, or DORA determines that at least 36 other states regulate the same professional or occupational group.

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Finally, the bill changes the considerations for determining whether regulation is necessary. It eliminates the requirement that DORA consider whether the potential for harm is easily recognizable and not remote or dependent upon tenuous argument. Instead, DORA is required to consider whether the practitioners of the profession or occupation exercise independent judgment and whether the public can benefit from the regulation if a practitioner's judgement or practice is limited or subject to the judgment or supervision of others.

### **State Expenditures**

While this bill makes a number of changes to the sunrise review process for unregulated professional and occupational groups that both increase and decrease the workload of the Colorado Office of Policy, Research and Regulatory Reform in DORA, there is no net change in overall workload. As such, no change in appropriations is required.

#### **Effective Date**

The bill was signed into law by the Governor on May 25, 2022, and takes effect July 1, 2022, except that the new sunrise consideration takes effect on October 16, 2022.

#### **State and Local Government Contacts**

Information Technology

Regulatory Agencies